

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARINGS CALLED  
BY THE OIL CONSERVATION DIVISION FOR  
THE PURPOSE OF CONSIDERING:

APPLICATION OF SUNLIGHT EXPLORATION,  
INC. FOR COMPULSORY POOLING, LEA  
COUNTY, NEW MEXICO.

Case No. 13159

APPLICATION OF SUNLIGHT EXPLORATION,  
INC. FOR COMPULSORY POOLING, LEA  
COUNTY, NEW MEXICO.

Case No. 13160

APPLICATION OF SUNLIGHT EXPLORATION,  
INC. FOR COMPULSORY POOLING, LEA  
COUNTY, NEW MEXICO.

Case No. 13161

APPLICATION OF SUNLIGHT EXPLORATION,  
INC. FOR COMPULSORY POOLING, LEA  
COUNTY, NEW MEXICO.

Case No. 13162

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by  
the Oil Conservation Division.

APPEARANCE OF PARTIES

Applicant  
Sunlight Exploration, Inc.  
1415 23rd Street  
Canyon, Texas 79015

Attention: Chris Bright

Attorney  
James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Opponent

Opponent's Attorney

STATEMENT OF CASE

Applicant

Applicant seeks an order pooling all mineral interests from the  
surface to the base of the Wolfcamp formation underlying:

(a) The NW $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 14, Township 13 South, Range 38  
East, NMPM, to form a standard 40-acre oil spacing and

proration unit for any formations and/or pools developed on 40-acre spacing within that vertical extent, including the Bronco-Wolfcamp Pool. The unit is to be dedicated to the existing V. Linam Well No. 1, located 660 feet from the north and west lines of Section 14, which is to be re-entered;

(b) the NE $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 14, Township 13 South, Range 38 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40-acre spacing within that vertical extent, including the Bronco-Wolfcamp Pool. The unit is to be dedicated to the existing V. Linam Well No. 2, located 330 feet from the north line and 2310 feet from the west line of Section 14, which is to be re-entered;

(c) the SW $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 14, Township 13 South, Range 38 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40-acre spacing within that vertical extent, including the Bronco-Wolfcamp Pool. The unit is to be dedicated to a well to be drilled at an orthodox oil well location in the SW $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 14; and

(d) the SE $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 14, Township 13 South, Range 38 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40-acre spacing within that vertical extent, including the Bronco-Wolfcamp Pool. The unit is to be dedicated to a well to be drilled at an orthodox oil well location in the SE $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 14.

Also to be considered will be the cost of re-entering, drilling, and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for the risk involved in re-entering, drilling, and completing the wells.

#### Opponent

#### PROPOSED EVIDENCE

#### Applicant

<u>Witnesses</u>	<u>Est. Time</u>	<u>Exhibits</u>
_____ (landman)	20 min.	(1) Land plat (2) Correspondence (3) AFE (4) Notice

Opponent

Witnesses

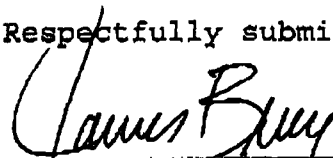
Est. Time

Exhibits

PROCEDURAL MATTERS

Applicant requests that the four cases be consolidated for hearing.

Respectfully submitted,



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James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Attorney for Sunlight Exploration,  
Inc.